TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 975 – HB 1089

February 2, 2014

SUMMARY OF ORIGINAL BILL: Requires all legislative proposals or requests for state funding, for higher education capital projects, maintenance, new academic programs, public service, research activities and engagement opportunities, or operational support that come before the General Assembly, to first be considered through the established review processes and procedures for such requests. States that if the established review processes and procedures are not possible, then such proposals and requests shall be made with the knowledge and approval of the Chancellor of the Board of Regents (TBR) or the President of the University of Tennessee (UT). Prohibits employees of a TBR or UT institution, campus, or unit, from executing policies or proposals which require public funding without the knowledge and approval of the Chancellor or President of the respective system. Authorizes TBR and UT Board of Trustees to take action as is deemed reasonable by the respective bodies to enforce the provisions of this bill.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENTS (011874, 011725): Amendment 011874 adds language declaring that for the purpose of fulfilling the requirements of Section One, subsections (a) and (b), it is the intent of the legislature that the provisions shall be made a formal part of the policies and procedures of TBR and UT. Requires proposals and requests that are not approved through the established review process to be made with the knowledge of the Chancellor of TBR or the President of UT and the chief executive officer of the institution for which the proposal or request is made. Prohibits employees of TBR or UT from making state legislative funding requests without the prior knowledge of the Chancellor of TBR or the President of UT and the chief executive officer of the institution for which the proposal or request is made. Amendment 011725 deletes the language "policies and procedures requiring public funding" in Section One, subsection (c) of the bill.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Unchanged from the original fiscal impact

Assumptions for the bill as amended:

- Legislative proposals or requests for state funding will be reviewed and acted upon in the normal course of business through the appropriate processes or procedures.
- Any increase in state expenditures for additional notification before proposals and requests are made to the General Assembly is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

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